UNITED STATES DISTRICT COURT FOR THE DISTRICT OF MINNESOTA

DISPLAY TECHNOLOGIES, LLC,	
Plaintiff,	Civil Action No. 0:21-cv-02458
v.	
ARKRAY USA, INC,	JURY TRIAL DEMANDED
Defendant.	

ARKRAY USA, INC.'S ANSWER, AFFIRMATIVE DEFENSES, AND COUNTERCLAIMS TO PLAINTIFF'S COMPLAINT

Defendant ARKRAY USA, Inc. ("ARKRAY") files this, its Answer, Affirmative Defenses, and Counterclaims to Plaintiff Display Technologies, LLC's ("Plaintiff" or "Display") Complaint. ARKRAY denies the allegations and characterizations in Plaintiff's Complaint unless expressly admitted in the following paragraphs.

PARTIES AND JURISDICTION

- 1. ARKRAY admits that the Complaint purports to set forth an action for infringement under the Patent Laws of the United States, Title 35 of the United States Code. ARKRAY admits that Plaintiff seeks injunctive relief and damages but denies that Plaintiff is entitled to any relief from ARKRAY.
- 2. ARKRAY admits that this Court has subject matter jurisdiction over this action pursuant to 28 U.S.C. §§ 1331 and 1338(a).
- 3. ARKRAY is without knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 3 of the Complaint and, on that basis, denies all such allegations.

- 4. ARKRAY admits that it is a Delaware corporation with its principal office at 5182 West 76th Street, Minneapolis, MN 55439. ARKRAY further admits that it may be served through its agent, The Corporation Trust Company, at Corporation Trust Center, 1209 Orange St., Wilmington, DE 19801.
- 5. ARKRAY does not contest whether personal jurisdiction over it properly lies in this District in this case, or that it conducts business in this District. ARKRAY denies it has committed or is committing acts of infringement within this District and, on that basis, denies the remaining allegations of Paragraph 5 of the Complaint.
- 6. ARKRAY admits that the GLUCOCARD Shine Connex blood glucose meter is used, imported, offered for sale, and/or sold in this District.

VENUE

7. ARKRAY does not contest whether venue is proper in this District in this case, that it is a resident of this District, or that it has a regular and established place of business in this District. ARKRAY denies it has committed or is committing acts of infringement within this District and, on that basis, denies the remaining allegations of Paragraph 7 of the Complaint.

COUNT I

([ALLEGED] INFRINGEMENT OF UNITED STATES PATENT NO. 9,300,723)

- 8. ARKRAY incorporates by reference its responses in Paragraphs 1-7 above as if fully set forth herein.
- 9. ARKRAY admits, based solely on the allegations of the Complaint and without admitting them as true, that the Complaint purports to allege a cause of action arising under the patent laws of the United States, 35 U.S.C. §§ 271, et seq.

- 10. ARKRAY is without knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 10 of the Complaint and, on that basis, denies all such allegations.
- 11. ARKRAY admits that the purported copy of the '723 Patent, titled "Enabling social interactive wireless communications," is attached to the Complaint as Exhibit A.
- 12. ARKRAY denies that the '723 Patent is valid, enforceable, and duly issued in full compliance with Title 35 of the United States Code.
- 13. ARKRAY admits it makes, uses, and/or sells the GLUCOCARD Shine Connex blood glucose meter. ARKRAY denies it has committed or is committing acts of infringement and, on that basis, denies the remaining allegations of Paragraph 13 of the Complaint.
 - 14. ARKRAY denies the allegations in Paragraph 14 of the Complaint.
 - 15. ARKRAY denies the allegations in Paragraph 15 of the Complaint.
 - 16. ARKRAY denies the allegations in Paragraph 16 of the Complaint.
 - 17. ARKRAY denies the allegations in Paragraph 17 of the Complaint.
 - 18. ARKRAY denies the allegations in Paragraph 18 of the Complaint.
 - 19. ARKRAY denies the allegations in Paragraph 19 of the Complaint.
 - 20. ARKRAY denies the allegations in Paragraph 20 of the Complaint.
 - 21. ARKRAY denies the allegations in Paragraph 21 of the Complaint.
 - 22. ARKRAY denies the allegations in Paragraph 22 of the Complaint.
 - 23. ARKRAY denies the allegations in Paragraph 23 of the Complaint.
 - 24. ARKRAY denies the allegations in Paragraph 24 of the Complaint.

25. ARKRAY is without knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 25 of the Complaint and, on that basis, denies all such allegations.

[PLAINTIFF'S] PRAYER FOR RELIEF

ARKRAY denies that Plaintiff is entitled to any relief from ARKRAY and denies all the allegations contained in Plaintiff's Prayer for Relief.

AFFIRMATIVE DEFENSES

ARKRAY's Affirmative Defenses are listed below. ARKRAY reserves the right to amend its answer to add additional Affirmative Defenses consistent with the facts discovered in this case.

FIRST AFFIRMATIVE DEFENSE

ARKRAY has not infringed and does not infringe, under any theory of infringement (including directly (whether individually or jointly) or indirectly (whether contributorily or by inducement)), any valid, enforceable claim of the '723 Patent.

SECOND AFFIRMATIVE DEFENSE

Each asserted claim of the '723 Patent is invalid for failure to comply with one or more of the requirements of the United States Code, Title 35, including without limitation, 35 U.S.C. §§ 101, 102, 103, and 112, and the rules, regulations, and laws pertaining thereto.

THIRD AFFIRMATIVE DEFENSE

The claims of the '723 Patent are not entitled to a scope sufficient to encompass any system employed or process practiced by ARKRAY.

FOURTH AFFIRMATIVE DEFENSE

Plaintiff's right to seek damages and other remedies from ARKRAY is limited by 35 U.S.C. §§ 285, 286, 287, and/or 288, and may additionally be limited by 28 U.S.C. § 1498. For example, on information and belief, Plaintiff, its predecessors in interest, and/or its licensees failed

to comply with or provide notice under the marking requirements of 35 U.S.C. § 287(a) and Plaintiff may not obtain damages for the period of time prior to the operative Complaint.

FIFTH AFFIRMATIVE DEFENSE

Plaintiff's Complaint fails to state a claim upon which relief can be granted because, among other things, Plaintiff has not stated a plausible allegation that ARKRAY makes, uses, or sells each claimed element of any asserted claim, or that ARKRAY directs or controls another entity to make, use, or sell any element that is not made, used, or sold by ARKRAY.

SIXTH AFFIRMATIVE DEFENSE

ARKRAY does not infringe any claims of the '723 Patent pursuant to 35 U.S.C. § 273.

SEVENTH AFFIRMATIVE DEFENSE

Plaintiff's Complaint fails to state a claim upon which relief can be granted because, among other things, Plaintiff has not stated a plausible allegation that ARKRAY makes, uses, or sells each claimed element of any asserted claim, or that ARKRAY directs or controls another entity to make, use, or sell any element that is not made, used, or sold by ARKRAY.

ARKRAY'S COUNTERCLAIMS

For its counterclaims against Plaintiff Display Technologies, LLC ("Display"), Counterclaim Plaintiff ARKRAY, Inc. ("ARKRAY") alleges as follows:

PARTIES

- 1. Counterclaim Plaintiff ARKRAY is a Delaware corporation with its principal office at 5182 West 76th Street, Minneapolis, MN 55439.
- 2. Upon information and belief based solely on Paragraph 3 of the Complaint as pled by Plaintiff, Counterclaim Defendant Display is a limited liability company organized and existing under the laws of the State of Texas, and maintains its principle place of business at 1801 NE 123rd Street, Suite 314, North Miami, FL 33161.

JURISDICTION

- 3. ARKRAY incorporates by reference Paragraphs 1-2 above.
- 4. These counterclaims arise under the patent laws of the United States, Title 35, United States Code. The jurisdiction of this Court is proper under at least 35 U.S.C. § 271 et seq., and 28 U.S.C. §§ 1331, 1338, 1367, and 2201–02.
- 5. Display has consented to the personal jurisdiction of this Court at least by commencing its action for patent infringement in this District, as set forth in its Complaint.
- 6. Based solely on Display's filing of this action, venue is proper, though not necessarily convenient, in this district pursuant at least 28 U.S.C. §§ 1391 and 1400.

COUNT I

DECLARATION REGARDING NON-INFRINGEMENT

- 7. ARKRAY incorporates by reference Paragraphs 1–6 above.
- 8. Based on Display's filing of this action and at least ARKRAY's First Affirmative Defense, an actual controversy has arisen and now exists between the parties as to whether ARKRAY infringes U.S. Patent No. 9,300,723.
- 9. ARKRAY does not infringe the '723 Patent because, among other things, the accused ARK Care VITA app and GLUCOCARD Shine Connex blood glucose meter do not include a wireless mobile device and media system being structured to transmit at least one digital media file therebetween via said communication link.
- 10. ARKRAY does not infringe the '723 Patent because, among other things, the accused ARK Care VITA app and GLUCOCARD Shine Connex blood glucose meter do not include a communication link structured to bypass the security measure of the media system for a limited permissible use of the communication link by the wireless mobile device for only

transferring the at least one digital media file to, and displaying the at least one digital media file on, the media system.

11. Pursuant to the Federal Declaratory Judgment Act, 28 U.S.C. §2201 et seq., ARKRAY requests a declaration by the Court that ARKRAY has not infringed and does not infringe any claim of the '723 Patent under any theory (including directly (whether individually or jointly) or indirectly (whether contributorily or by inducement)).

COUNT II

DECLARATION REGARDING INVALIDITY

- 12. ARKRAY incorporates by reference Paragraphs 1–10 above.
- 13. Based on Display's filing of this action and at least ARKRAY's Second Affirmative Defense, an actual controversy has arisen and now exists between the parties as to the validity of the claims of the '723 Patent.
- 14. On information and belief, the claims of the '723 Patent are invalid for failure to comply with one or more of the requirements of United States Code, Title 35, and the rules regulations, and laws pertaining thereto.
- 15. The '723 Patent is anticipated and/or rendered obvious by, inter alia, U.S. Pat. Nos. 7,624,417, 8,700,729, and/or 8,244,179.
- 16. Pursuant to the Federal Declaratory Judgment Act, 28 U.S.C. §2201 et seq., ARKRAY requests a declaration by the Court that claims 19 and 20 of the '723 Patent are invalid for failure to comply with one or more of the requirements of United States Code, Title 35, including without limitation, 35 U.S.C. §§ 101, 102, 103, and 112, and the rules, regulations, and laws pertaining thereto.

JURY DEMAND

ARKRAY hereby demands trial by jury on all issues in these Counterclaims.

PRAYER FOR RELIEF

WHEREFORE, ARKRAY asks this Court to enter judgment in ARKRAY's favor and against Display by granting the following relief:

- a) a declaration that the '723 Patent is invalid;
- b) a declaration that ARKRAY does not infringe, under any theory, any valid claim of the '723 Patent that may be enforceable;
 - c) a declaration that the '723 Patent is unenforceable;
 - d) a declaration that Display take nothing by its Complaint;
 - e) judgment against Display and in favor of ARKRAY;
 - f) dismissal of the Complaint with prejudice;
- g) a finding that this case is an exceptional case under 35 U.S.C. § 285 and an award to ARKRAY of its costs and attorneys' fees incurred in this action; and
 - h) further relief as the Court may deem just and proper.

Dated: December 27, 2021 Respectfully submitted,

FISH & RICHARDSON P.C.

By: /s/ Phillip W. Goter

Phillip W. Goter (MN Bar No. 0392209) 60 South 6th Street, Suite 3200 Minneapolis, MN 55402 (612) 335-5070 – Telephone (612) 288-9696 – Facsimile goter@fr.com

Neil J. McNabnay Ricardo J. Bonilla Aaron P. Pirouznia 1717 Main Street, Suite 5000 Dallas, Texas 75201 (214) 747-5070 (Telephone) (214) 747-2091 (Facsimile) mcnabnay@fr.com rbonilla@fr.com pirouznia@fr.com

COUNSEL FOR DEFENDANT ARKRAY USA, INC.

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the above and foregoing document has been served on December 27, 2021, to all counsel of record who are deemed to have consented to electronic service via the Court's CM/ECF system per Local Rule 5.2(a).

/s/ Phillip W. Goter

Phillip W. Goter